

Gull Lake Sewer & Water Authority

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MINUTES OF THE MAY 5, 2009 SPECIAL BOARD MEETING

Authority Board Meeting

1:00 P.M.

PURPOSE: To review a request by Lake Pointe Apartments to pay-off their contracted balance of \$51,292 at a discount of \$11,292 (22%).

CALL TO ORDER/ ROLL CALL: Chairman Bither called the meeting to order at 1:00 p.m. Commissioners present were Jeff Bither, Jackie Light, Jim Stoneburner and Wes Kahler. None absent. Also present were Director Rich Pierson and Office Manager Anne Richmond.

HEAR THOSE PRESENT (Non-Agenda Items): None Present

LAKE POINTE APARTMENTS:

A special meeting was called to review a request from Lake Pointe Apartments to pay off their contract amount due at an \$11,292 discount at a closing scheduled for 5/8/09. Rich Pierson reviewed the history of the contract, the amounts paid, and the amounts owed. The property had been assessed \$123,400 in 1990 when the Richland sewer project had been installed, however, gravity service was not available to the lower levels, and eventually an agreement had been reached to construct a public pumping station for all 6 buildings to flow by gravity to our pump station. A contract had been entered into in 2002 for Lake Pointe's \$70,000 share of the construction. Payments of \$36,000 principal (+/-) have been paid over the years, but always in a delinquent mode, so interest accrued of \$20,000 (+/-) leaves a current contract balance of \$51,292. Pierson recommended we discount this balance and accept \$40,000 lump sum at the proposed closing.

After discussion by the Board, a motion was made by Light and seconded by Kahler to accept payment of \$40,000 as payment-in-full for the outstanding Connection Fee Contract with the stipulation that all back taxes are paid, all outstanding user fees are paid (\$4,573 through 5/8/09), and GLSWA is provided a copy of the closing papers in advance from the Title Office to verify that the amounts due GLSWA are listed. **Motion carried; all ayes.**

CLOSING COMMENTS

ADJOURN. NEXT MEETING MAY 28, 2009 at 1:00 p.m.: Chairman Bither adjourned the meeting at 1:22 p.m.

Submitted for approval



 Jacqueline Light – Secretary